

FEDERAL MILK ORDER ADVANCE PRICES, AUGUST

Class I Base Price. Under the Federal milk order pricing system, the Class I base price for August 2006 is \$10.97 per cwt. This price is derived from the advanced Class III skim milk pricing factor of \$6.96 and the advanced butterfat pricing factor of \$1.2154. A Class I differential for each order's principal pricing point (county) is added to the base price to determine the Class I price. **Comparison to Previous Month.** Compared to July 2006, the Class I base price decreased \$0.37 per cwt. For selected consumer products, the price changes are: whole milk (3.25% milk fat), - \$0.36 per cwt., - \$0.031 per gallon; reduced fat milk (2%), - \$0.33 per cwt., - \$0.028 per gallon; fat-free (skim milk), - \$0.30 per cwt., - \$0.026 per gallon. **Class II Price Information.** The advanced Class IV skim milk pricing factor is \$6.12. Thus, the Class II skim milk price for August is \$6.82 per cwt., and the Class II nonfat solids price is \$0.7578. **Product Price Averages.** The two-week product price averages for August are: butter \$1.1278, nonfat dry milk \$0.8268, cheese \$1.1858, and dry whey \$0.2796.

FEDERAL MILK ORDER CLASS I PRICE INFORMATION ^{1/} ^{2/}				
Federal Milk Order Marketing Area ^{3/}	Order Number	August 2006		
		Class I Price (3.5 %)	Class I Skim Milk Price	Class I Butterfat Price
		\$ per cwt.	\$ per cwt.	\$ per pound
Northeast (Boston) ^{4/}	001	14.22	10.21	1.2479
Appalachian (Charlotte) ^{5/}	005	14.07	10.06	1.2464
Southeast (Atlanta) ^{6/}	007	14.07	10.06	1.2464
Florida (Tampa) ^{7/}	006	14.97	10.96	1.2554
Midwest (Cleveland) ^{8/}	033	12.97	8.96	1.2354
Upper Midwest (Chicago) ^{9/}	030	12.77	8.76	1.2334
Central (Kansas City) ^{10/}	032	12.97	8.96	1.2354
Southwest (Dallas) ^{11/}	126	13.97	9.96	1.2454
Arizona (Phoenix) ^{12/}	131	13.32	9.31	1.2389
Pacific Northwest (Seattle) ^{13/}	124	12.87	8.86	1.2344
All-Market Average		13.62	9.61	1.2419

^{1/} To convert the Class I price per 100 pounds to the Class I price per gallon, divide by 11.63--the approximate number of gallons in 100 pounds of milk. ^{2/} Note: The mandatory \$0.20 per cwt. processor assessment under the Fluid Milk Promotion Order is not included in the Class I prices shown on this table. ^{3/} Names in parentheses are the major city in the principal pricing point of the markets. ^{4/} Class I prices at other cities are: New York City, minus \$0.10; Philadelphia, minus \$0.20; Baltimore, minus \$0.25, and Washington, DC, minus \$0.25. ^{5/} Class I prices at other cities are: Knoxville, minus \$0.30 and Louisville, minus \$0.90. ^{6/} Class I prices at other cities are: New Orleans; plus \$0.50; Memphis, minus \$0.30; Nashville, minus \$0.50; and Springfield, Mo., minus \$0.90. ^{7/} Class I prices at other cities are: Orlando, same; Miami, plus \$0.30; and Jacksonville, minus \$0.30. ^{8/} Class I prices at other cities are: Indianapolis, same; Cincinnati, plus \$0.20; Pittsburgh, plus \$0.10; and Detroit, minus \$0.20. ^{9/} Class I prices at other cities are: Milwaukee, minus \$0.05; and Minneapolis, minus \$0.10. ^{10/} Class I prices at other cities are: Des Moines, minus \$0.20; Omaha, minus \$0.15; Oklahoma City, plus \$0.60; St. Louis, same; and Denver plus \$0.55. ^{11/} Class I prices at other cities are: Houston, plus \$0.60; San Antonio, plus \$0.45; Albuquerque, minus \$0.65; and El Paso, minus \$0.75. ^{12/} Effective May 1, 2006, the name of the Federal order was changed. Clark County, Nevada which includes Las Vegas, was removed from the marketing area. ^{13/} Effective May 1, 2006, the name of the Federal milk order was changed. Clark County, Nevada, which includes Las Vegas, was removed from the marketing area. ^{13/} Class prices at other cities are: Portland, same; and Spokane, same.